

# PERSI Choice Plan S&P 500® Stock Index Option DL Stock Index Fund

## INVESTMENT OBJECTIVE

The EB Daily Liquidity (DL) Stock Index Fund (the "Fund") seeks to track the performance of the Standard & Poor's 500® Index (the "Index"). The Fund employs full replication, holding each company in proportion to its market capitalization weight in the Index. Derivatives may be used to gain exposure, to provide liquidity for cash flows, to equitize dividend accruals, or for other purposes that facilitate meeting the Fund's objective.

## FUND OPERATIONS

The Fund is a collective investment fund of The Bank of New York Mellon. The Fund holds units of the EB Daily Opening Stock Index Fund. This Fund may engage in securities lending, a service provided by BNY Mellon Asset Servicing.

This Fund was designed primarily for 401(k) plans. The Fund will coordinate cash flows and accounting information between the participant record keeper and the trustee. Settlement day is the day following valuation date for the purpose of purchase and redemption of units.

## ANNUALIZED PERFORMANCE – NET OF FEES

Period	Fund	Benchmark
<b>2Q08</b>	<b>-2.72</b>	<b>-2.73</b>
1Q08	-9.45	-9.44
1 Year	-13.08	-13.12
3 Years	4.38	4.41
5 Years	7.55	7.58
10 Years	2.88	2.88
Inception	9.76	9.80
Std. Dev.	14.35	14.35

## PORTFOLIO CHARACTERISTICS

Dividend Yield	2.26%
Beta	1.00
Number of Issues	501
Mean \$-Weighted Cap	\$89 billion
Price/Earnings Ratio	17.30
Price/Book Ratio	3.80

## ECONOMIC SECTOR BREAKDOWN

Sector	Fund	Benchmark
Energy	16.21%	16.21%
Materials	3.89	3.90
Industrials	11.13	11.12
Consumer Discretionary	8.11	8.10
Consumer Staples	10.78	10.78
Health Care	11.92	11.92
Financials	14.22	14.24
Information Technology	16.44	16.43
Telecommunication Services	3.32	3.32
Utilities	3.98	3.98

## FUND SNAPSHOT

### Fund Inception:

December 19, 1994

### Fund Assets:

\$4,686 million

### Benchmark:

S&P 500® Index

### Participant Eligibility:

Public and qualified corporate employee benefit trusts including 401(k) plans

### Opening Schedule:

Daily openings

## CONTACT INFORMATION

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## PERFORMANCE HISTORY – NET OF FEES

Period	Return		Period	Return		Period	Return	
	Fund	Bmrk		Fund	Bmrk		Fund	Bmrk
<b>2Q08</b>	<b>-2.72%</b>	<b>-2.73%</b>						
1Q08	-9.45%	-9.44%						
<b>2007</b>	<b>5.50%</b>	<b>5.49%</b>	<b>2003</b>	<b>28.65</b>	<b>28.68</b>	<b>1999</b>	<b>20.98</b>	<b>21.04</b>
4Q07	-3.34	-3.33	4Q03	12.15	12.18	4Q99	14.93	14.88
3Q07	2.09	2.03	3Q03	2.60	2.65	3Q99	-6.23	-6.24
2Q07	6.25	6.28	2Q03	15.45	15.39	2Q99	7.01	7.05
1Q07	0.63	0.64	1Q03	-3.17	-3.15	1Q99	4.90	4.98
<b>2006</b>	<b>15.74</b>	<b>15.79</b>	<b>2002</b>	<b>-22.15</b>	<b>-22.10</b>	<b>1998</b>	<b>28.68</b>	<b>28.58</b>
4Q06	6.68	6.70	4Q02	8.43	8.44	4Q98	21.37	21.30
3Q06	5.65	5.67	3Q02	-17.24	-17.28	3Q98	-9.88	-9.95
2Q06	-1.45	-1.44	2Q02	-13.45	-13.40	2Q98	3.29	3.30
1Q06	4.20	4.21	1Q02	0.24	0.27	1Q98	13.90	13.95
<b>2005</b>	<b>4.87</b>	<b>4.91</b>	<b>2001</b>	<b>-11.92</b>	<b>-11.89</b>	<b>1997</b>	<b>33.20</b>	<b>33.36</b>
4Q05	2.06	2.09	4Q01	10.65	10.69	4Q97	2.85	2.87
3Q05	3.60	3.60	3Q01	-14.70	-14.68	3Q97	7.41	7.49
2Q05	1.34	1.37	2Q01	5.86	5.85	2Q97	17.57	17.46
1Q05	-2.13	-2.15	1Q01	-11.84	-11.86	1Q97	2.56	2.68
<b>2004</b>	<b>10.84</b>	<b>10.88</b>	<b>2000</b>	<b>-9.00</b>	<b>-9.10</b>	<b>1996</b>	<b>22.86</b>	<b>22.96</b>
4Q04	9.22	9.23	4Q00	-7.72	-7.82	4Q96	8.36	8.34
3Q04	-1.86	-1.87	3Q00	-0.89	-0.97	3Q96	2.97	3.09
2Q04	1.72	1.72	2Q00	-2.68	-2.66	2Q96	4.43	4.49
1Q04	1.70	1.69	1Q00	2.23	2.29	1Q96	5.44	5.37
							<b>1995</b>	<b>37.27</b>
							<b>Dec-94</b>	<b>0.44</b>
								<b>0.41</b>

\*Inception Date: December 19, 1994

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The following provides a simplified example of the cumulative effect of management fees on investment performance. An annual management fee of 0.80% applied over a five-year period to a \$100 million portfolio with an annualized gross return of 10% would reduce the value of the portfolio from \$161,051,000 to \$154,783,041. The actual management fee that applies to a client's portfolio will vary and performance fees may be available. The standard fee schedules for Mellon Capital's strategies are shown in Part II of Mellon Capital's Form ADV.

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The EB Daily Liquidity (DL) Stock Index Fund (the "Fund") seeks to track the performance of the S&P 500® Index with minimal tracking error. Financial futures may be used to obtain exposure, to provide liquidity for cash flows, to hedge dividend accruals or for other purposes that facilitate meeting the Fund's objective. Financial futures may be used up to 50% of the value of the Fund. The DL Stock Index Fund consists of five or fewer portfolios since its inception on December 19, 1994. This composite was created in August 1995. The number of portfolios within the composite and dispersion calculations are not shown for periods during which the composite contained five or fewer portfolios. The benchmark is the S&P 500® Index. An appropriate fee schedule for this strategy is .60% on assets under management. Actual fee schedules may vary depending on account size and active risk target.

Results reflect income and capital appreciation, investment management fees (0.08%) which represents investment management fees for PERSI, Fund audit costs, and transactions costs.

Asset History			
Period	Fund (\$MM)	Firm (\$MM) <sup>1</sup>	Firm (\$MM) <sup>2</sup>
2007	5,266	211,569	182,015
2006	5,257	174,948	144,121
2005	4,728	142,007	117,324
2004	2,768	131,528	104,951
2003	2,505	112,136	91,006
2002	1,733	83,440	65,934
2001	2,156	99,352	80,547
2000	2,776	105,400	87,965
1999	3,079	87,720	86,393
1998	2,199	74,376	73,225
1997	1,459	64,850	63,524

<sup>1</sup>Includes Overlay

<sup>2</sup>Excludes Overlay

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